





Council Members

AS AT DECEMBER 31, 1985



Front Row, Left to Right
ALDERMAN HELENA SAMSONOFF, MAYOR G.M. "Tiny" SHATOSKY,
ALDERMAN CINDY BRUNEL

Back Row, Left to Right
ALDERMAN FRANK BUTALA, ALDERMAN FRANK LENTO,
ALDERMAN WILLIAM WILSON, ALDERMAN GRANT MAFFIOLI

MAYOR

G.M. Shatosky

ALDERMENC. Brunel
G. MaffioliF. Lento
H. SamsonoffW.R. Wilson
F. Butala**COUNCIL REPRESENTATIVES**

December 31, 1985

REGIONAL DISTRICT OF EAST KOOTENAY Alderman F. Lento
 ALTERNATE Mayor G.M. Shatosky
 REGIONAL DISTRICT HOSPITAL BOARD Alderman F. Lento
 ALTERNATE Mayor G.M. Shatosky
 TOM UPHILL HOME BOARD Alderman F. Butala
 FERNIE LIBRARY BOARD Alderman C. Brunel
 FERNIE CHAMBER OF COMMERCE Alderman H. Samsonoff
 ALTERNATE Mayor G.M. Shatosky
 ELK VALLEY TOURISM DEVELOPMENT COMMITTEE . Alderman H. Samsonoff
 ALTERNATE Mayor G.M. Shatosky
 EAST KOOTENAY BOARD OF HEALTH Alderman H. Samsonoff
 ALTERNATE Alderman F. Butala

OFFICERS AT DECEMBER 31, 1985

CITY ADMINISTRATOR-TREASURER V.H. Petersen, R.I.A., F.C.I.S.
 CITY CLERK J.A. Bridarolli
 PUBLIC WORKS SUPERINTENDENT W.A. Fair
 ASSISTANT PUBLIC WORKS SUPERINTENDENT D. Naumann
 FIRE CHIEF P. Traynor
 BUILDING INSPECTOR/BY-LAW ENFORCEMENT OFFICER W.G. Thrun
 HEALTH E.K. Health Unit

Solicitor

Mackenzie and Lidstone

Bankers

Bank of Nova Scotia

Auditors

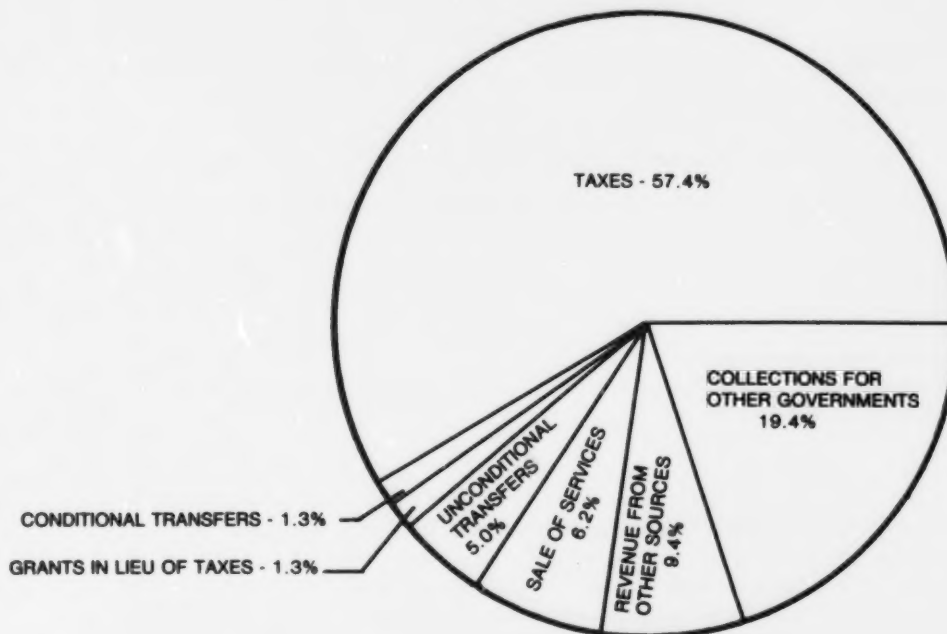
John Fetzko, C.A.

Police

Royal Canadian Mounted Police

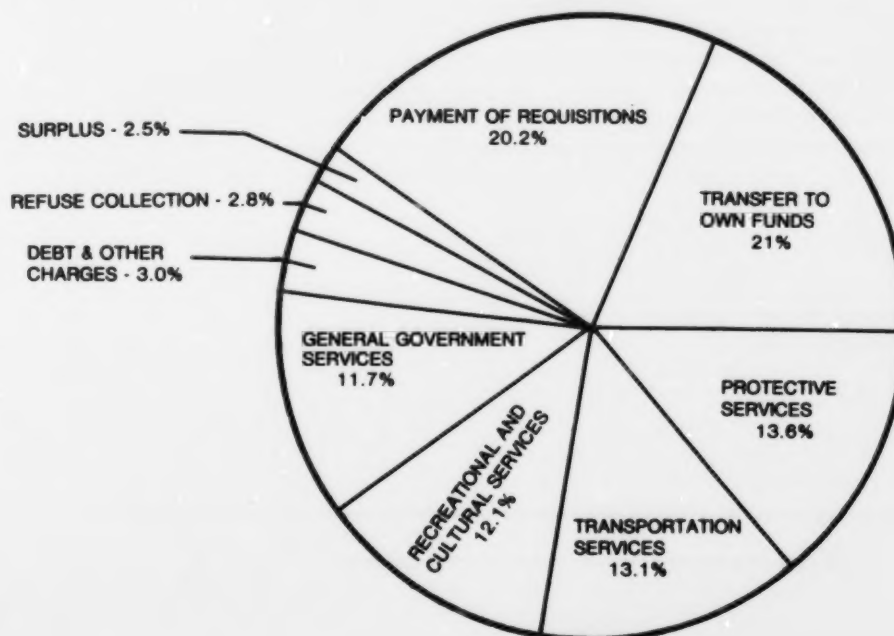
Source of Funds - 1985

\$5,331,908



Application of Funds - 1985

\$5,331,908



Auditor's Report

JOHN W. FETZKO

CHARTERED ACCOUNTANT

BOX 978
632 - 2nd Avenue
FERNIE, B.C. V0B 1M0
PHONE 423-6681

To the Mayor and Aldermen
The Corporation of the City of Fernie
Ferne, British Columbia

I have examined the balance sheets of THE CORPORATION OF THE CITY OF FERNIE as at December 31, 1985 and the statements of surplus, equity and revenue and expenditure for the year then ended. My examination was made in accordance with generally accepted auditing standards and accordingly included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Municipality as at 31 December 1985 and the results of its operations for the year then ended, in accordance with accounting principles generally accepted for British Columbia Municipalities applied on a basis consistent with that of the preceding year.

JOHN W. FETZKO
Chartered Accountant

Ferne, British Columbia
March 6, 1986



Member, Institute of Chartered Accountants of British Columbia

Index to Financial Statements

CONSOLIDATION

- Capital Balance Sheets
- Capital Equity in Fixed Assets
- Operating Balance Sheets
- Operating Surplus

GENERAL OPERATING FUND

- Statement of General Revenue & Expenditure

WATER OPERATING FUND

- Statement of Revenue & Expenditure

SEWER OPERATING FUND

- Statement of Revenue & Expenditure

STATUTORY RESERVE FUNDS

- Balance Sheets

SCHEDULE 1 - Taxes Receivable

SCHEDULE 2 - General Capital Fund Long Term Debt

SCHEDULE 3 - Water Capital Fund Long Term Debt

SCHEDULE 4 - Sewer Capital Fund Long Term Debt

Consolidation of Capital Fund Balance Sheet

(GENERAL, WATER, SEWER)

Year Ended December 31

	1985	1984
ASSETS		
Cash on hand	\$ 1,084,302	\$ 1,606,885
Receivables	548,722	561,035
Tangible Assets	19,541,252	17,847,642
TOTAL ASSETS	<u>\$21,174,276</u>	<u>\$20,015,562</u>
 LIABILITIES		
Payables	\$ ----	\$ 7,448
Long Term Debt	8,537,164	8,656,169
Reserve Account	509,794	539,609
Equity in Fixed Assets	12,127,318	10,812,336
TOTAL LIABILITIES	<u>\$21,174,276</u>	<u>\$20,015,562</u>

Capital Equity in Fixed Assets

(GENERAL, WATER, SEWER)

For the Year Ended December 31, 1985

BALANCE at BEGINNING of YEAR	\$ 10,812,336
Prior years adjustments	282,602
Assets financed by government grant and transfer from other funds	951,814
Retirement of Debentures	259,006
Interest Earned	116,258
Sale of Fixed Assets	8,243
Assets Disposed	(66,258)
Unexpended Transfers from other funds	(236,683)
BALANCE at END of YEAR	<u><u>\$12,127,318</u></u>

Consolidation of Operating Fund Balance Sheets

(GENERAL, WATER, SEWER)
For the Year Ended December 31

	1985	1984
ASSETS		
Cash on hand	\$ 470,704	\$ 495,315
Receivables	1,188,477	1,197,987
Tangible Assets	110,670	159,068
Other Assets	707,493	717,335
TOTAL ASSETS	<u><u>\$2,477,344</u></u>	<u><u>\$2,569,705</u></u>
 LIABILITIES		
Temporary Borrowing	\$ 308,252	\$ 478,683
Other Payables	688,729	476,734
Other Liabilities	707,493	717,486
Reserve Accounts	213,954	465,992
Surplus	558,916	430,810
TOTAL LIABILITIES	<u><u>\$2,477,344</u></u>	<u><u>\$2,569,705</u></u>

Operating Surplus

For the Year Ended December 31, 1985

BALANCE of SURPLUS at BEGINNING of YEAR	\$430,810
Prior year's adjustments	(8,109)
Current year's surplus	<u>136,215</u>
BALANCE of SURPLUS at END of YEAR	<u><u>\$558,916</u></u>

General Operating Fund

STATEMENT OF GENERAL REVENUE AND EXPENDITURE For the Year Ended December 31

	1985	1984
REVENUE		
Taxes	\$3,057,913	\$2,937,756
Grants in lieu of taxes	71,570	68,473
Sales of Services	327,921	372,204
Other Revenue from own Sources	375,096	362,430
Unconditional Transfers from other gov'ts	263,756	252,767
Conditional Transfers from other gov'ts	53,573	157,828
Conditional Transfers from		
Regional & Local Gov'ts	17,822	15,125
Other Transfers & Collections from other gov'ts	1,164,257	1,174,220
TOTAL REVENUE	<u>\$5,331,908</u>	<u>\$5,340,803</u>
EXPENDITURE		
General Government Services	\$ 625,916	\$ 717,239
Protective Services	722,767	773,384
Transportation Services	698,460	724,737
Refuse Collection & Disposal	146,973	124,467
Public Health & Welfare Services	11,475	14,003
Environmental Development Services	41,934	31,096
Recreation & Cultural Services	589,491	514,025
Debt Charges	159,889	155,390
Transfers to own Reserve Accounts Funds		
& Utilities	1,120,063	962,785
Transmission of Taxes Levied from other gov'ts	1,078,725	1,142,657
Other Fiscal Services	----	3,342
TOTAL EXPENDITURE	<u>\$5,195,693</u>	<u>\$5,163,125</u>
SURPLUS FOR YEAR	<u>136,215</u>	<u>177,678</u>
GRAND TOTAL	<u><u>\$5,331,908</u></u>	<u><u>\$5,340,803</u></u>

Water Operating Fund

STATEMENT OF REVENUE AND EXPENDITURE For the Year Ended December 31

	1985	1984
REVENUE		
User Charges & Other Revenue	\$248,487	\$247,299
Unconditional Transfers from other gov'ts	481,979	475,552
Frontage Tax	102,249	116,832
(Transfer from General Operating Fund)		
Transfers from Reserve Accounts	123,112	25,000
TOTAL REVENUE	\$955,827	\$864,683
 EXPENDITURE		
Water Supply	\$136,080	\$167,064
Fiscal Services	819,747	697,619
TOTAL EXPENDITURE	\$955,827	\$864,683

Sewer Operating Fund

STATEMENT OF REVENUE AND EXPENDITURE For the Year Ended December 31

	1985	1984
REVENUE		
User Charges & Other Revenue	\$245,054	\$253,357
Unconditional Transfers from other gov'ts	412,565	279,596
Frontage Tax	126,258	102,879
(Transfer from General Operating Fund)		
TOTAL REVENUE	\$783,877	\$635,832
 EXPENDITURE		
Sewer Supply	\$156,163	\$193,694
Fiscal Services	627,714	442,138
TOTAL EXPENDITURE	\$783,877	\$635,832

Statutory Reserve Funds Balance Sheets

For the Year Ended December 31, 1985

	Tax Sale Property	Capital Works Mach. & Equip.	Land Develop- ment	Cemetery Care	Recreation Develop- ment
ASSETS					
Cash on hand	\$28,589	\$124,533	\$57,880	\$42,319	\$125,636
Receivables	144	585	474	1,470	117
Investments	---	---	---	---	---
TOTAL ASSETS	<u>\$28,733</u>	<u>\$125,118</u>	<u>\$58,354</u>	<u>\$43,789</u>	<u>\$125,753</u>
LIABILITIES					
Payables	\$	\$	\$	\$	\$
Statutory Balance ...	<u>28,733</u>	<u>125,118</u>	<u>58,354</u>	<u>43,789</u>	<u>125,753</u>
TOTAL LIABILITIES ..	<u>\$28,733</u>	<u>\$125,118</u>	<u>\$58,354</u>	<u>\$43,789</u>	<u>\$125,753</u>

SCHEDULE 1
Taxes Receivable

For the Year Ended December 31, 1985

	Current	Taxes Receivable		Total
		Arrears	Delinquent	
BALANCE JANUARY 1, 1985				
\$		\$258,520	\$273,139	\$ 531,659
ADDITIONS				
Current Year's Levy . . .	\$4,089,058	\$	\$	\$4,089,058
Penalties & Interest . . .	36, 242	9,877	324	46,443
Other		147,787		147,787
TOTAL ADDITIONS . . .	<u>\$4,125,300</u>	<u>\$416,184</u>	<u>\$273,463</u>	<u>\$4,814,947</u>
DEDUCTIONS				
Taxes Collected	\$3,349,675	\$225,205	\$178,284	\$3,753,164
(Excluding Home Owner Grants)				
Home Owner				
Grants Claimed	553,971			553,971
Transfer to Tax Sales				
Account	50,976	59,298	60,766	171,040
Adjustments	(33,019)	15,948		(17,071)
Other	17,474	27,341	31,515	76,330
TOTAL DEDUCTIONS . .	<u>\$3,939,077</u>	<u>\$327,792</u>	<u>\$270,565</u>	<u>\$4,537,434</u>
BALANCE DECEMBER 31, 1985				
<u>\$ 186,223</u>	<u>\$ 88,392</u>	<u>\$ 2,898</u>	<u>\$ 277,513</u>	

SCHEDULE 2
General Capital Fund Long Term Debt

For the Year Ended December 31, 1985

			Principal & Interest Payment	Balance Remaining
By-Law 814	- 5½%	due 1967/86	\$ 5,787	\$ 5,498
By-Law 946 (1)	- 8¾%	due 1972/91	4,880	22,298
By-Law 946 (2)	- 6¾%	due 1972/91	293	1,368
By-Law 981	- 6.5115%	due 1973/92	9,348	51,246
By-Law 999	- 6.3676%	due 1973/92	4,950	27,278
By-Law 1073 (1)	- Variable	due 1976/96	15,156	105,448
By-Law 1073 (2)	- Variable	due 1976/96	793	5,478
By-Law 1073 (3)	- Variable	due 1976/96	4,625	32,178
By-Law 1073 (4)	- Variable	due 1976/96	242	1,672
By-Law 1104	- 9%	due 1977/96	5,431	36,955
By-Law 1171	- Variable	due 1980/2000	35,998	208,223
By-Law 1171	- Variable	due 1980/2000	24,013	111,591
By-Law 1218	- Variable	due 1981/1986	21,400	20,642
By-Law 1386	- Variable	due 1986/1990	28,000	140,000
			<u>\$160,916</u>	<u>\$769,875</u>

SCHEDULE 3
Water Capital Fund Long Term Debt

For the Year Ended December 31, 1985

			Principal & Interest Payment	Balance Remaining
By-Law 946	- 8 3/8%	due 1972/86	\$ 183	\$ 172
By-Law 946	- 6 3/4%	due 1972/86	3,008	2,775
By-Law 1000	- 6.52%	due 1973/92	4,723	25,896
By-Law 1061 (1)	- 10%	due 1975/2000	18,000	136,903
By-Law 1061 (2)	- Variable	due 1977/2001	538	4,524
By-law 1184	- Variable	due 1982/2007	34,440	186,790
By-Law 1223	- Variable	due 1982/2007	3,616	19,613
By-Law 1230 (1)	- Variable	due 1982/2007	327,186	1,774,500
By-Law 1230 (2)	- Variable	due 1982/2007	153,981	985,315
By-Law 1230 (3)	- 12 3/8%	due 1983/2008	130,337	984,967
			<u>\$676,012</u>	<u>\$4,121,455</u>

SCHEDULE 4
Sewer Capital Fund Long Term Debt

For the Year Ended December 31, 1985

			Principal & Interest Payment	Balance Remaining
By-Law 946 (1)	- 8 3/8%	due 1972/86	\$ 183	\$ 172
By-Law 946 (2)	- 6 3/4%	due 1972/86	3,008	2,775
By-Law 991 (1)	- 7%	due 1973/93	15,820	69,802
By-Law 991 (2)	- 8 1/8%	due 1974/93	3,852	22,543
By-Law 1036	- 7%	due 1974/98	26,765	222,150
By-Law 1042 (1)	- Variable	due 1975/2000	119	918
By-Law 1042 (2)	- Variable	due 1975/2000	1,695	13,134
By-Law 1061 (1)	- 10%	due 1975/2000	27,314	207,744
By-Law 1061 (2)	- Variable	due 1977/2001	818	6,865
By-Law 1190	- Variable	due 1982/2007	172,202	933,948
By-Law 1211	- Variable	due 1982/2002	23,286	135,699
By-Law 1325	- 11 1/2%	due 1983/2008	168,184	1,073,036
By-Law 1367	- 13 1/4%	due 1985/2009	135,952	957,048
			<u>\$579,198</u>	<u>\$3,645,834</u>

SCHEDULE 5 1985 Tax Rates

Tax Rates (Dollars of Tax per \$1,000 Taxable Value)

Municipal Property Class	Gen. Mun. & Debt.	Regional Hospital	R.D.E.K.	B.C. Assess.	M.F.A.	School-R	School-NR
1. Residential	8.1106	.1340	.3148	.1420	.002	6.29449	n/a
2. Utility	23.3340	.469	1.1017	.4970	.007	n/a	19.145
3. Forestry	32.4424	.536	1.2590	.5680	.008	n/a	21.880
4. Machinery	n/a	.3752	.8813	.3976	.0056	n/a	10.211
5. Industrial	20.8832	.4556	1.070	.4828	.0068	n/a	16.410
5. (A) Ind. Mine	20.8832	---	---	---	---	---	---
6. Business	17.2705	.3283	.7712	.3479	.0049	n/a	13.402
7. Tree Farm	10.0000	1.072	2.5184	1.136	.0160	n/a	43.760
8. Seasonal	8.1106	.1340	.3148	.1420	.002	n/a	5.47
9. Farm	8.1106	.1340	.3148	.1420	.002	n/a	5.47

* City of Fernie Rate on Fernie share mining assessment pool, pursuant to Industrial Tax Base Sharing Agreement of March 9, 1982.

SCHEDULE 6
Tax Assessments
General Purposes

Residential	\$94,888,500
Utility	1,088,971
Industrial - City	35,250
- Mine	78,338,817
Business/Commercial	19,988,400
Tree Farm	449
Seasonal	279,900
Farm	18,743
ABS Assessment	<u>116,395</u>
 TOTAL ASSESSMENT	 <u><u>\$194,755,425</u></u>

1985 Statistics

Elevation	1006 m
Population (1983 Estimate)	6,000
Area	1491 ha
Surface Roads	46 km
Gravelled and Earth Roads	18 km
Sewers (Storm & Sanitary)	48 km
Water Mains	40 km
Water Hydrants	123
Voter's List	2768
Borrowing Power - Used	4,653,519
Borrowing Power - Unused	691,815

THE CORPORATION OF THE CITY OF FERNIE

Mayors of Fernie

1904 to 1905	A. STORK	1931 to 1934	H.E. DOUGLAS
1906	A.W. BEASTALL	1935-46	COM. J.V. FISHER
1907	P. BONNELL	1946	T. UPHILL
1908	N.N. TUTTLE	1947 to 1948	B.J. HAWKEY
1909 to 1910	S. HERCHMER	1949 to 1955	T. UPHILL
1911	R. BLEASDELL	1956 to 1964	J. WHITE
1912	A.W. BLEASDELL	1964 to 1969	V. UPHILL
1913 to 1914	J.L. GATES	1970 to 1971	R. LENARDON
1915 to 1917	T. UPHILL	1972 to 1975	V. UPHILL
1918	G.B. THOMPSON	1976 to 1977	R. LENARDON
1919	T. UPHILL	1978 to 1979	V. UPHILL
1920 to 1924	G.G. HENDERSON	1979 to 1983	A.J. BOERSMA
1925 to 1928	J.S. IRVINE	1984	G.M. SHATOSKY
1929 to 1930	J.L. GATES		